

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN
FINANCIAL STATEMENTS
YEAR ENDED MARCH 31, 2008
WITH
INDEPENDENT AUDITORS' REPORT

Auditing Procedures Report

Instructions and MuniCodes

*=Required Fields

Reset Form

Issued under Public Act 2 of 1968, as amended. (V1.07)

Unit Name* OGDEN TOWNSHIP	County* LENAWEE	Type* 1	MuniCode* 46-1-130
Opinion Date-Use Calendar 10-21-08	Audit Submitted-Use Calendar* 10-24-08	Fiscal Year End Month* 03	Fiscal Year* 2008

If a local unit of government (authorities & commissions included) is operating within the boundaries of the audited entity and is NOT included in this or any other audit report, nor do they obtain a stand-alone audit, enclose the name(s), address(es), and a description(s) of the authority and/or commission.

Place a check next to each "Yes" or non-applicable question below. Questions left unmarked should be those you wish to answer "No."

<input checked="" type="checkbox"/> ?	1. Are all required component units/funds/agencies of the local unit included in the financial statements and/or disclosed in the reporting entity notes to the financial statements?
<input checked="" type="checkbox"/> ?	2. Does the local unit have a positive fund balance in all of its unreserved fund balances/unrestricted net assets?
<input checked="" type="checkbox"/> ?	3. Were the local unit's actual expenditures within the amounts authorized in the budget?
<input checked="" type="checkbox"/> ?	4. Is this unit in compliance with the Uniform Chart of Accounts issued by the Department of Treasury?
<input checked="" type="checkbox"/> ?	5. Did the local unit adopt a budget for all required funds?
<input checked="" type="checkbox"/> ?	6. Was a public hearing on the budget held in accordance with State statute?
<input checked="" type="checkbox"/> ?	7. Is the local unit in compliance with the Revised Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, and other guidance as issued by the Local Audit and Finance Division?
<input checked="" type="checkbox"/> ?	8. Has the local unit distributed tax revenues, that were collected for another taxing unit, timely as required by the general property tax act?
<input checked="" type="checkbox"/> ?	9. Do all deposits/investments comply with statutory requirements including the adoption of an investment policy?
<input checked="" type="checkbox"/> ?	10. Is the local unit free of illegal or unauthorized expenditures that came to your attention as defined in the Bulletin for Audits of Local Units of Government in Michigan, as revised (see Appendix H of Bulletin.)
<input checked="" type="checkbox"/> ?	11. Is the unit free of any indications of fraud or illegal acts that came to your attention during the course of audit that have not been previously communicated to the Local Audit and Finance Division? (If there is such activity, please submit a separate report under separate cover.)
<input checked="" type="checkbox"/> ?	12. Is the local unit free of repeated reported deficiencies from previous years?
<input checked="" type="checkbox"/> ?	13. Is the audit opinion unqualified?
	14. If not, what type of opinion is it? NA
<input checked="" type="checkbox"/> ?	15. Has the local unit complied with GASB 34 and other generally accepted accounting principles (GAAP)?
<input checked="" type="checkbox"/> ?	16. Has the board or council approved all disbursements prior to payment as required by charter or statute?
<input checked="" type="checkbox"/> ?	17. To your knowledge, were the bank reconciliations that were reviewed performed timely?
<input checked="" type="checkbox"/> ?	18. Are there reported deficiencies?
<input checked="" type="checkbox"/> ?	19. If so, was it attached to the audit report?

General Fund Revenue:	? 141,879
General Fund Expenditure:	? 65,476
Major Fund Deficit Amount:	\$ 0.00

General Fund Balance:	? 262,193
Governmental Activities Long-Term Debt (see instructions):	? NONE

We affirm that we are certified public accountants (CPA) licensed to practice in Michigan. We further affirm the above responses have been disclosed in the financial statements, including the notes, or in the Management Letter (reported deviations).

CPA (First Name)* JEREMY	Last Name* YEUTEL	Ten Digit License Number* 1101010343		
CPA Street Address* 225 WEST ARKIAN ST.	City* BLISSFIELD	State* MI	Zip Code* 49223	Telephone* (517) 486-0024
CPA Firm Name* YEUTEL & ASSOCIATES	Unit's Street Address* 225 W. ARKIAN ST	Unit's City* BLISSFIELD	Unit's Zip* 49223	

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

INDEPENDENT AUDITORS' REPORT

TABLE OF CONTENTS

	Page
Management's Discussion and Analysis	i-vi
Independent Auditors Report	1-2
Basic Financial Statements:	
Government-wide Financial Statements	
Statement of Net Assets	3
Statement of Activities	4
Fund Financial Statements	
Balance Sheet - Governmental Funds	5
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	6
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	7
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	8
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Fire Fund	9
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Road & Bridge Fund	10
Statement of Fiduciary Net Assets - Fiduciary Funds	11
Notes to Financial Statements	12-20
Required Supplemental Information:	
Schedule of Changes in Assets and Liabilities- Tax Collection Fund	21

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

MANAGEMENT'S DISCUSSION AND ANALYSIS

For the Year Ended March 31, 2008

As management of Ogden Township, Lenawee County, Michigan, we offer readers of Ogden Township's financial statements this narrative overview and analysis of the financial activities of Ogden Township for the fiscal year ended March 31, 2008. We encourage readers to consider the information presented here.

Financial Highlights

- * The assets of Ogden Township exceeded its liabilities at the close of the most recent fiscal year by \$539,539 (net assets). Of this amount, \$287,330 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- * The government's total net assets increased \$56,874. This increase is attributable to surpluses in the general, fire, and road & bridge funds offset by depreciation expense of \$1,226.
- * As of the close of the current year, Ogden Township's governmental funds reported combined ending fund balances of \$488,008, an increase of \$58,140 in comparison with the prior year.
- * At the end of the current year, unreserved fund balance for the general fund was \$287,330 or 439 percent of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Ogden Township's basic financial statements. Ogden Township's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of Ogden Township's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of Ogden Township's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Ogden Township is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes).

Both of the government-wide financial statements show functions of Ogden Township that are principally supported by taxes and intergovernmental revenues (governmental activities). There are no functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Ogden Township include general government, fire, and road & bridge funds.

The government-wide financial statements can be found on pages 3-4 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Ogden Township, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Ogden Township can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Ogden Township maintains three individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general, fire, and road & bridge funds, which are considered to be major funds. There are no funds that are considered nonmajor funds.

Ogden Township adopts an annual appropriated budget for all major funds. A budgetary comparison statement has been provided for all major governmental funds to demonstrate compliance with budget.

The basic governmental fund financial statements can be found on pages 5 - 10 of this report.

Fiduciary Fund. The Fiduciary Fund is used to account for resources held under tax collection activity. The Fiduciary Fund is not reflected in the government-wide financial statement.

The basic Fiduciary Fund financial statement can be found on page 11 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 12-20 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Ogden Township, assets exceeded liabilities by \$539,539 at the close of the most recent fiscal year.

A minor portion of Ogden Township's net assets (9.6 percent) reflects its investment in capital assets (e.g., land, buildings, equipment). Ogden Township uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

Ogden Township, Lenawee County, Michigan's Net Assets

	<u>Governmental Activities</u>
Current and other assets	\$ 488,008
Capital assets	<u>51,531</u>
Total assets	<u>\$ 539,539</u>
Total liabilities	<u>\$ 0</u>
Net assets:	
Invested in capital assets, net of related debt	\$ 51,531
Restricted	200,678
Unrestricted	<u>287,330</u>
Total net assets	<u>\$ 539,539</u>

A portion of Ogden Township's net assets (37 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$287,330) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Ogden Township is able to report positive balances in all three categories of net assets. The same situation held true for the prior fiscal year.

Financial Analysis of the Government's Funds

As noted earlier, Ogden Township uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of Ogden Township's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Ogden Township's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of this fiscal year.

As of the end of the current fiscal year, Ogden Township's governmental funds reported combined ending fund balances of \$488,008, an increase of \$95,091 in comparison with the prior year. Special Revenue Funds have \$200,678 available for their special uses.

The general fund is the chief operating fund of Ogden Township. At the end of the current fiscal year, unreserved fund balance of the general fund was \$287,330.

The fund balance of Ogden Township's general fund increased by \$25,137 during the current fiscal year. An excess of revenues over expenditures of \$76,403 was mostly used to fund a \$51,266 transfer to the road and bridge fund.

General Fund Budgetary Highlights

There were no admendments to the budget for the Ogden Township General Fund made during the year. Budget variances for the year are briefly described as follows:

Actual general fund revenues exceeded budgeted revenues by \$11,799. Interest income exceeded budget by \$8,693. Positive budget variances for property taxes, state share revenues and cemetery fees were partially offset by less than budgeted revenues for property tax administration fees.

General fund expenditures were \$19,154 less than budget consisting largely of a \$16,957 favorable variance in administration expenditures. All areas within the administration function showed favorable variances with the township board, cemetery and building and grounds showing the largest favorable variances.

Capital assets. Ogden Township's investment in capital assets for its governmental activities as of March 31, 2008, amounts to \$51,531 (net of accumulated depreciation). This investment in capital assets includes the township hall and computer equipment. The total decrease in Ogden Township's investment in capital assets for the current fiscal year was \$(1,266).

There were no capital purchases during the current fiscal year.

Ogden Township, Lenawee County, Michigan's Capital Assets

Building	\$	51,531
Computer and equipment		<u>0</u>
Total	\$	<u><u>51,531</u></u>

Additional information on Ogden Township's capital assets can be found in Note 4 on page 19.

Economic Factors and Next Year's Budgets

The 2008-2009 budgets that were adopted for Ogden Township are very conservative.

General Fund revenues for 2008-2009 are budgeted at \$128,700 compared to actuals for 2007-2008 of \$141,879. General Fund expenditures for next year are budgeted at \$127,626 compared to actual expenditures of \$116,742 for 2007-2008.

The Fire Fund budget for 2008-2009 projects a \$500 surplus, however, revenues are conservatively budgeted at \$49,000 including a \$6,000 transfer from the General Fund. Actual revenues for the year 2007-2008 were \$46,247.

The Road and Bridge Fund has budgeted for \$178,100 of road maintenance expenditures in 2008-2009. These expenditures will be funded by budgeted revenues of \$139,000 and a budgeted \$41,000 transfer from the General Fund. Actual revenues for 2007-2008 were \$141,337 excluding a \$51,266 transfer from the General Fund.

Requests for Information

This financial report is designed to provide a general overview of Ogden Township's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Ogden Township, 4307 E. Weston Road, Blissfield, Michigan 49228.



October 21, 2008

INDEPENDENT AUDITORS' REPORT

Board of Trustees
Ogden Township
Lenawee County, Michigan

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Ogden Township, Lenawee County, Michigan, as of and for the year ended March 31, 2008, which collectively comprise the Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Ogden Township, Lenawee County, Michigan's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Ogden Township, Lenawee County, Michigan, as of March 31, 2008, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

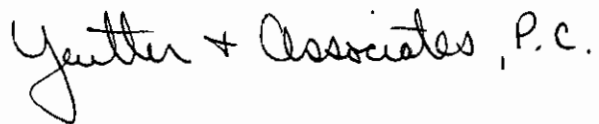
As described in Note 1, the Township has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, as amended and interpreted, as of March 31, 2004.

Page 2

October 21, 2008

Ogden Township
Lenawee County, Michigan

The management's discussion and analysis on pages i through vii is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

A handwritten signature in black ink that reads "Yeutter & Associates, P.C." The signature is written in a cursive, flowing style.

Yeutter & Associates, P.C.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

STATEMENT OF NET ASSETS

PRIMARY GOVERNMENT

March 31, 2008

<u>Assets</u>	<u>Governmental Activities</u>
Current assets:	
Cash	\$ 389,485
Investments	85,436
Taxes receivable	13,087
Total current assets	<u>488,008</u>
Capital assets:	
Buildings and improvements	63,300
Computer equipment	4,494
Accumulated depreciation	(16,263)
Total capital assets	<u>51,531</u>
Total assets	<u>\$ 539,539</u>
 <u>Net Assets</u>	
Invested in capital assets	\$ 51,531
Restricted for:	
Fire operations	64,893
Road & bridge maintenance	135,785
Unrestricted	<u>287,330</u>
Total net assets	<u>\$ 539,539</u>

The notes to the financial statements are an integral
part of this statement.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

STATEMENT OF ACTIVITIES

PRIMARY GOVERNMENT

March 31, 2008

			Net (Expense) Revenue and Changes in Net Assets
			<u>Primary Government</u>
<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Services</u>	<u>Governmental Activities</u>
Governmental activities:			
General government	\$ 66,742	\$ 12,026	\$ 54,716
Public safety	42,250		42,250
Highways and bridges	<u>163,597</u>		<u>163,597</u>
Total governmental activities	\$ <u>272,589</u>	\$ <u>12,026</u>	\$ <u>260,563</u>
General Revenues:			
Property taxes			\$ 223,376
State revenues			73,246
Investment earnings			16,526
Other			<u>4,289</u>
Total general revenues and transfers			<u>317,437</u>
Change in net assets			56,874
Net assets - beginning of year			482,665
Net assets - end of year			<u><u>\$ 539,539</u></u>

The notes to the financial statements are an integral part of this statement.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

BALANCE SHEET

GOVERNMENTAL FUNDS

March 31, 2008

<u>Assets</u>	<u>General</u>	<u>Fire</u>	<u>Road & Bridge</u>	<u>Total Governmental Funds</u>
Cash	\$ 199,042	\$ 62,341	\$ 128,102	\$ 389,485
Investments	85,436			85,436
Taxes receivable	2,852	2,552	7,683	13,087
 Total assets	 \$ 287,330	 \$ 64,893	 \$ 135,785	 \$ 488,008

<u>Fund Balances</u>				
Unreserved, reported in:				
General Fund	\$ 287,330	\$	\$	\$ 287,330
Special Revenue Funds		64,893	135,785	200,678
 Total fund balances	 \$ 287,330	 \$ 64,893	 \$ 135,785	 \$ 488,008

Total governmental fund balances \$ 488,008

Amounts reported for governmental activities in the
Statement of Net Assets are different because:

Capital assets used in governmental activities are not financial resources and are not reported in the funds	
The cost of the capital assets is	67,794
The accumulated depreciation is	(16,263)
 Net assets of governmental activities	 \$ 539,539

The notes to the financial statements are an integral
part of this statement.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-

GOVERNMENTAL FUNDS

For the Year Ended March 31, 2008

	General	Fire	Road & Bridge	Total Governmental Funds
Revenues:				
Property taxes	\$ 42,690	\$ 45,057	\$ 135,629	\$ 223,376
State shared revenues	73,246			73,246
Charges for services:				
Cemetery	3,950			3,950
Property tax administration	7,692			7,692
Other	384			384
Interest	13,693	1,190	1,643	16,526
Miscellaneous	224		4,065	4,289
Total revenues	<u>141,879</u>	<u>46,247</u>	<u>141,337</u>	<u>329,463</u>
Expenditures:				
General government:				
Administration	48,473			48,473
Inspections/appraisal	8,189			8,189
Cemetery	8,814			8,814
Capital outlay				
Public safety:				
Fire protection		42,250		42,250
Public works:				
Roads & bridges			163,597	163,597
Total expenditures	<u>65,476</u>	<u>42,250</u>	<u>163,597</u>	<u>271,323</u>
Excess(deficiency) of revenues over(under) expenditures	<u>76,403</u>	<u>3,997</u>	<u>(22,260)</u>	<u>58,140</u>
Other financing sources (uses):				
Transfers in			51,266	51,266
Transfers out	<u>(51,266)</u>			<u>(51,266)</u>
Total other financing sources(uses)	<u>(51,266)</u>	<u>0</u>	<u>51,266</u>	<u>0</u>
Net change in fund balances	25,137	3,997	29,006	58,140
Fund balances-beg. of year	<u>262,193</u>	<u>60,896</u>	<u>106,779</u>	<u>429,868</u>
Fund balances-end of year	<u>\$ 287,330</u>	<u>\$ 64,893</u>	<u>\$ 135,785</u>	<u>\$ 488,008</u>

The notes to the financial statements are an integral part of this statement.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES

March 31, 2008

Net change in fund balances - total governmental funds	\$ 58,140
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Amounts reported for governmental activities in the
Statement of Activities are different because:

Governmental funds report capital outlays as expenditures
in the Statement of Activities. These costs are allocated
over their estimated useful lives as depreciation.

Depreciation expense	(1,266)
Capital outlay	<u>0</u>

Change in net assets in governmental activities	\$ <u><u>56,874</u></u>
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The notes to the financial statements are an integral
part of this statement.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL

For the Year Ended March 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 41,500	\$ 41,500	\$ 42,690	\$ 1,190
State share revenues	72,000	72,000	73,246	1,246
Charges for services:				
Cemetery	1,400	1,400	3,950	2,550
Property tax admin.	10,000	10,000	7,692	(2,308)
Other	200	200	384	184
Interest	5,000	5,000	13,693	8,693
Miscellaneous	0	0	224	224
	<u>130,100</u>	<u>130,100</u>	<u>141,879</u>	<u>11,779</u>
Total revenues				
Expenditures:				
General Government				
Administration	65,430	65,430	48,473	16,957
Inspections/Appraisal	9,000	9,000	8,189	811
Cemetery	10,200	10,200	8,814	1,386
	<u>84,630</u>	<u>84,630</u>	<u>65,476</u>	<u>19,154</u>
Total expenditures				
Excess(deficiency) of revenues over(under) expenditures	45,470	45,470	76,403	30,933
Transfers out	<u>44,000</u>	<u>44,000</u>	<u>51,266</u>	<u>(7,266)</u>
Net change in fund balance	1,470	1,470	25,137	23,667
Fund balance - beg. of year			<u>262,193</u>	
Fund balance - end of year			<u>\$ 287,330</u>	

The notes to the financial statements are an integral part of this statement.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

FIRE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL

For the Year Ended March 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 43,000	\$ 43,000	\$ 45,057	\$ 2,057
Interest	500	500	1,190	690
Total revenues	<u>43,500</u>	<u>43,500</u>	<u>46,247</u>	<u>2,747</u>
Expenditures:				
Public safety:				
Fire protection	<u>43,000</u>	<u>43,000</u>	<u>42,250</u>	<u>750</u>
Total expenditures	<u>43,000</u>	<u>43,000</u>	<u>42,250</u>	<u>750</u>
Excess(deficiency) of revenues over(under) expenditures	500	500	3,997	3,497
Fund balance - beg. of year			<u>60,896</u>	
Fund balance - end of year			<u>\$ 64,893</u>	

The notes to the financial statements are an integral part of this statement.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

ROAD & BRIDGE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL

For the Year Ended March 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget- Positive(Negative)</u>
Revenues:				
Property taxes	\$ 129,000	\$ 129,000	\$ 135,629	\$ 6,629
Miscellaneous income	3,000	3,000	4,065	1,065
Interest	<u>1,000</u>	<u>1,000</u>	<u>1,643</u>	<u>643</u>
Total revenues	<u>133,000</u>	<u>133,000</u>	<u>141,337</u>	<u>8,337</u>
Expenditures:				
Public works:				
Road & bridges	<u>175,000</u>	<u>175,000</u>	<u>163,597</u>	<u>11,403</u>
Total expenditures	<u>175,000</u>	<u>175,000</u>	<u>163,597</u>	<u>11,403</u>
Deficiency of revenues under expenditures	(42,000)	(42,000)	(22,260)	19,740
Transfers in	<u>44,000</u>	<u>44,000</u>	<u>51,266</u>	<u>7,266</u>
Net change in fund balance	2,000	2,000	29,006	27,006
Fund balance - beg. of year			<u>106,779</u>	
Fund balance - end of year			<u>\$ 135,785</u>	

The notes to the financial statements are an integral part of this statement.

OGDEN TOWNSHIP

STATEMENT OF FIDUCIARY NET ASSETS

FIDUCIARY FUNDS

March 31, 2008

	<u>ASSETS</u>	Agency Fund
Cash and cash equivalents	\$	<u>0</u>
Total assets	\$	<u><u>0</u></u>
	<u>LIABILITIES</u>	
Accounts payable	\$	<u>0</u>
Total liabilities	\$	<u><u>0</u></u>

The notes to the financial statements are an integral part of this statement.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS

March 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Ogden Township, Lenawee County, Michigan (Township) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units.

Effective April 1, 2004, Ogden Township, Lenawee County, Michigan implemented the provisions of GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments. Significant changes in the statement include the following:

- * A Management Discussion and Analysis (MD&A) section providing an analysis of the Township's overall financial position and results of operations has been included with the financial statements.
- * Financial statements prepared using full accrual accounting for all of the Township's activities.
- * A change in the fund financial statements to focus on the major fund.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements). Ogden Township has elected to implement the general provisions of the statement.

A. Reporting Entity

The Township of Ogden is a noncharter township, governed by a Board of Trustees. As required by generally accepted accounting principles, these financial statements present Ogden Township as a primary government. There are no component units to the Township.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. The Township has only Governmental activities, which normally are supported by taxes and intergovernmental revenues. The Township has no business-type activities, which rely to a significant extent on fees and charges for support.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS

March 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, and a fiduciary fund, even though the latter are excluded from the government-wide financial statements. Major governmental funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

Amounts due from other governments and services provided associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS

March 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The government reports the following major governmental funds:

The General Fund is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

The Fire Fund accounts for financial resources used to pay for fire protection contracted from two neighboring townships.

The Road and Bridge Fund accounts for the maintenance of the roads and bridges within the limits of the Township.

Additionally, the government reports the following fund type:

The Fiduciary Fund (Tax Collection Fund) is a trust and agency fund used to account for assets held by the Township in a trustee capacity or as an agent for other governments and/or other funds.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues included 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the Township's policy to use restricted first, then unrestricted resources as they are needed.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS

March 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

E. Assets, liabilities, and net assets or equity

1. Cash and investments

Cash includes amounts in cash on hand, demand deposits, except those deposits noted as investments (see below), as well as short-term investments with a maturity due within three months of the date acquired by the government.

Investments include money market and certificates of deposit where the intent is to hold funds long-term, as well as investments with maturity dates over three months of the date acquired by the government.

State statutes authorize the government to invest in Obligations of the U.S. Treasury, Federal Agencies, commercial paper, corporate bonds, repurchase agreements, and State approved Investment Pools.

Investments are stated at cost or amortized cost. The Township will use amortized cost only when it reflects fair value of the investment. Currently, no investments are stated at amortized cost.

2. Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the government activities and business-type activities are reported in the government-wide financial statements as "internal balances".

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS

March 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources. The Township had no advances between funds at March 31, 2008.

Personal property taxes receivable is shown net of an allowance for uncollectibles.

Properties are assessed as of December 31 and the tax levies are July 1 and December 1 of the following year. The tax levies of July 1 and December 1, 2007 are revenues in the Township's fiscal year ended March 31, 2008.

The Township had a general tax millage of .9381 for 2007. The Township's maximum allowable millage is 1.0 mills.

A lien on the property occurs when the taxes are levied. Taxes are levied December 1 and are payable by February 14 without penalty.

Since the County through revolving funds obtains the delinquent real property taxes for the Township, the sixty (60) day rule does not apply to such delinquent taxes receivable.

3. Capital Assets

Capital assets, which include property, plant and equipment are reported in the applicable governmental column in the government-wide financial statements. Capital assets are generally defined by the government as assets with an initial, individual cost of more than \$500 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS

March 31, 2008

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, liabilities, and net assets or equity (Continued)

Property, plant, and equipment of the primary government are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Computer equipment	5

4. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

The government-wide statement of net assets reports \$200,678 of restricted net assets of which \$-0- is restricted by enabling legislation.

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary information

The accounting basis used by the Township for budgeting is in accordance with accounting principles generally accepted in the United States of America (GAAP).

The Township follows the budgetary procedure outlined by the State of Michigan including public hearings and proper adoption. All major funds of the Township have a budget. All annual appropriations lapse at fiscal year end. The budgets are amended during the year as needed.

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS

March 31, 2008

NOTE 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

B. Excess of expenditures over appropriations in budgetary funds

P.A. 621 of 1978, Section 18(1), as amended, of the State of Michigan provides that a local governmental unit shall not incur expenditures in excess of the amount appropriated. Ogden Township did not incur expenditures in excess of the amount appropriated in any of their funds.

In the body of the financial statements, the Township's actual expenditures and budgeted expenditures for the budgetary funds have been shown on an activity basis. The approved budgets of the Township for these budgetary funds were adopted to the activity level.

NOTE 3. DEPOSITS

Custodial Credit Risk-Deposits

Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned to the Township. The Township does not have a deposit policy for custodial credit risk. As of March 31, 2008, \$382,526 of the Township's bank balances of \$482,526 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	<u>\$382,526</u>
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OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS

March 31, 2008

NOTE 4. CAPITAL ASSETS

Capital asset activity for the year ended March 31, 2008 is as follows:

	Balance April 1, 2007	Additions	Deletions	Balance March 31, 2008
Governmental activities:				
Buildings & improvements	\$ 63,300	\$	\$	\$ 63,300
Office & computer equip.	<u>4,494</u>	<u></u>	<u></u>	<u>4,494</u>
Total depreciable capital assets	<u>67,794</u>	<u>0</u>	<u>0</u>	<u>67,794</u>
Less: Accum. Depreciation for:				
Buildings & improvements	10,503	1,266		11,769
Office & computer equip.	<u>4,494</u>	<u></u>	<u></u>	<u>4,494</u>
Total accumulated depreciation	<u>14,997</u>	<u>1,266</u>	<u>0</u>	<u>16,263</u>
Governmental activities net capital assets	<u>\$ 52,797</u>	<u>\$ (1,266)</u>	<u>\$ 0</u>	<u>\$ 51,531</u>

Depreciation expense charged to functions is as follows:

Governmental activities:	
General government	<u>\$ 1,266</u>

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

NOTES TO FINANCIAL STATEMENTS

March 31, 2008

NOTE 5. INTERFUND BALANCES AND TRANSFERS (Continued)

Interfund transfers:

Interfund transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations and (3) use Fire Department (nonmajor fund) revenues restricted for capital expenditures to the Special Fire Fund (major fund) which is restricted for the same purpose.

A schedule of interfund transfers follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$	\$51,266
Road & Bridge Fund	<u>51,266</u>	<u></u>
	<u>\$51,266</u>	<u>\$51,266</u>

OGDEN TOWNSHIP
LENAWEE COUNTY, MICHIGAN

TAX COLLECTION FUND

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES

For the Year Ended March 31, 2008

	Balance			Balance
<u>ASSETS</u>	<u>April 1, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>March 31, 2008</u>
Cash in bank	\$ <u>0</u>	\$ <u>716,045</u>	\$ <u>716,045</u>	\$ <u>0</u>
Total assets	\$ <u><u>0</u></u>	\$ <u><u>716,045</u></u>	\$ <u><u>716,045</u></u>	\$ <u><u>0</u></u>
 <u>LIABILITIES</u>				
Interfund payable	\$ 0	\$ 219,126	\$ 219,126	\$ 0
Due to other taxing units	<u>0</u>	<u>496,919</u>	<u>496,919</u>	<u>0</u>
Total liabilities	\$ <u><u>0</u></u>	\$ <u><u>716,045</u></u>	\$ <u><u>716,045</u></u>	\$ <u><u>0</u></u>



Township Board
Township of Ogden
Lenawee County, Michigan

In planning and performing our audit of the financial statements of Ogden Township for the year ended March 31, 2008, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure. However, we noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the Township's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we note the following reportable condition that we believe to be material weaknesses:

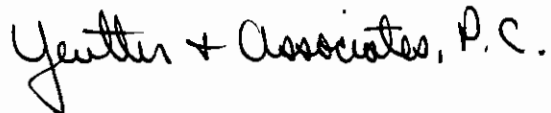
There is an inherent lack of segregation of duties due to the size of the administrative staff.

Jeffrey A. Yeutter, C.P.A.

Page 2.

This report is intended solely for the information and use of the Ogden Township Board, management and others within the administration. If any questions arise concerning our recommendations or the implementation thereof, we would be pleased to assist in whatever capacity you may require.

We would like to take this opportunity to thank your staff for their excellent cooperation during our engagement. Thank you for the opportunity to provide these services to Ogden Township.

A handwritten signature in black ink that reads "Yeutter & Associates, P.C." in a cursive, flowing script.

Yeutter & Associates, P.C.

October 21, 2008